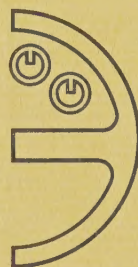


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**SANGAMO
QUARTERLY
REPORT TO
SHAREHOLDERS**

FOR THE SIX MONTHS
ENDED JUNE 1976

Cancof

SANGAMO COMPANY, LIMITED
215 LAIRD DR., TORONTO, CANADA
M4G 3X1

TO THE SHAREHOLDERS:

In the first six months of 1976 net income increased 12% over the same period last year. Earnings per share were \$4.85 compared to \$4.34.

Sales of \$9.8 million were approximately 10% higher than the first half of 1975. The increase was mainly due to higher prices.

In July, the Foreign Investment Review Agency approved the 71% ownership of the Company by Schlumberger Limited through its subsidiary, Sangamo Weston, Inc. The Agency determined that control of the Company by Schlumberger will be of significant benefit to the Company and to Canada.

At a Director's meeting held on July 29, 1976 a cash dividend of \$1.00 per share was declared payable on September 28 to shareholders of record September 14.

Respectfully submitted,

A E - Van Clieaf

A. E. VAN CLIEAF
President.

Comparative Income Summary
(Unaudited)

	Six Months Ended	
	June 30 1976	June 30 1975
Sales	\$9,821,000	\$8,965,000
Income before Income Taxes	\$1,515,000	\$1,356,000
Income Taxes	636,000	569,000
Net Income	\$ 879,000	\$ 787,000
Shares outstanding during period	181,212	181,212
Net Income per share ..	✓ \$4.85	\$4.34

July 29, 1976